

Burnaby Board of Education Budget Presentation

April 23, 2013

Sources of Revenue for School Boards

- The majority of school district grants come from provincial grants through the Ministry of Education's funding allocation system.
- Burnaby School District earns local revenues from international student fees, rental of facilities, investment income, continuing education, etc.



Provincial Funding

- Ministry of Education establishes an annual budget for all of their responsibilities
- Part of their budget is for provincial operating grants to public schools
- Burnaby receives \$191 million in operating grants or approximately 4% of the total provincial operating grants

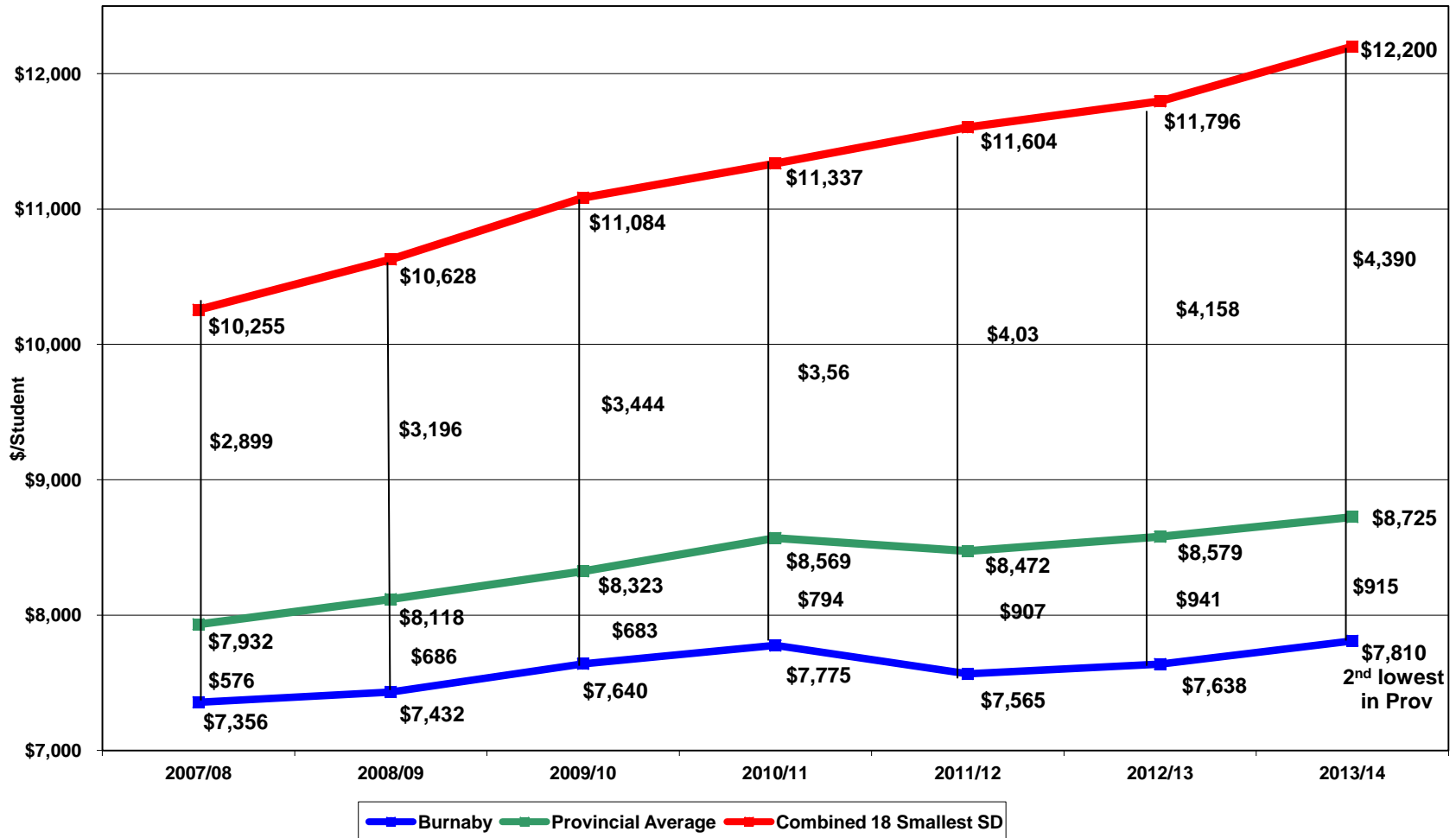
School Year	Operating Grants (\$ Billion)	Lift from Previous Year
2012/2013	\$4.725	\$4 million
2013/2014	\$4.725	\$0
2014/2015	\$4.725	\$0
2015/2016	\$4.725	\$0



Ministry of Education Preliminary 2013/2014 Operating Grant Highlights

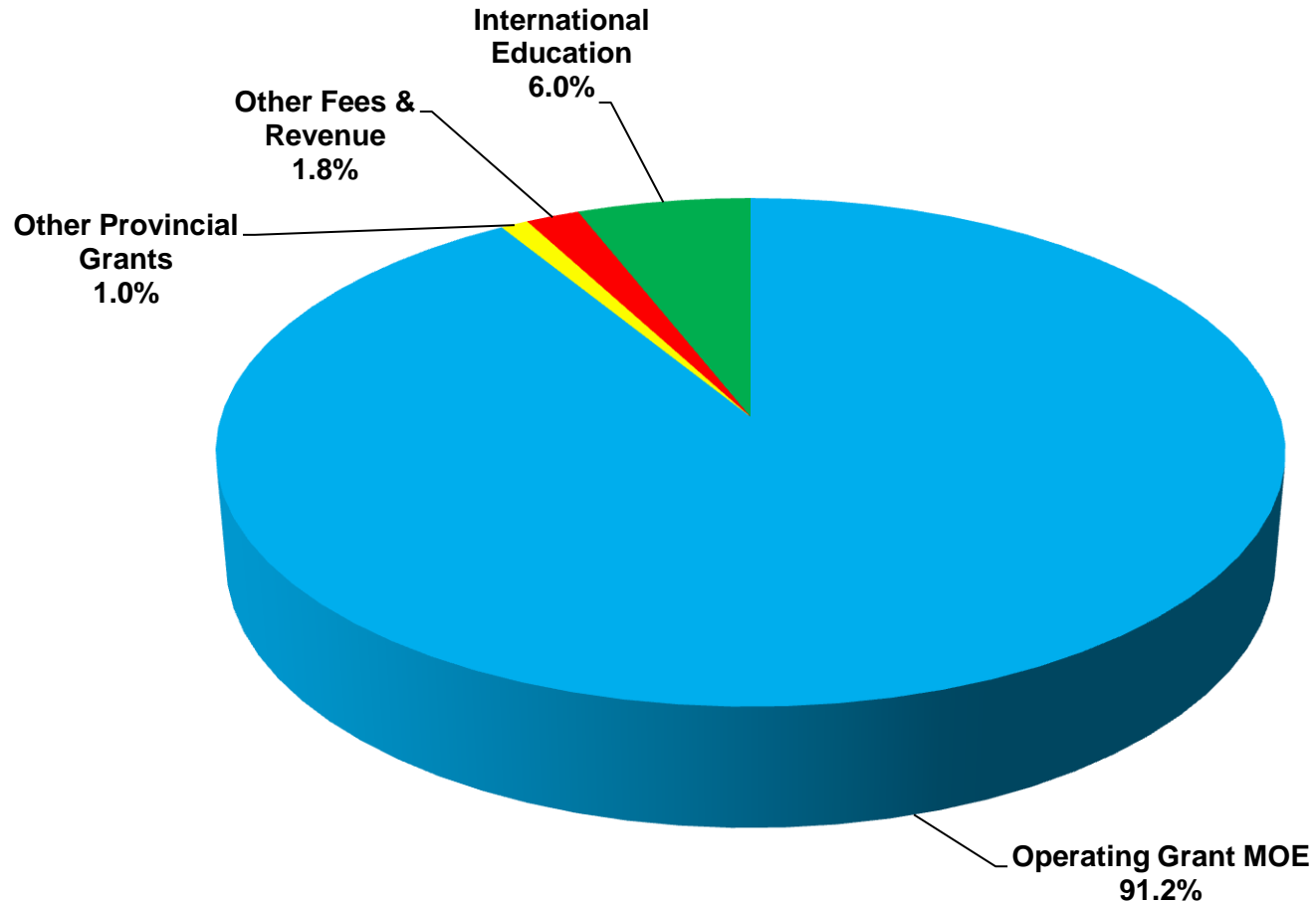
- Base allocation per pupil increased \$116 to \$6,900
- No change in Unique Student needs funding levels
- Funding to support Vulnerable Students \$429,145 and the BC Education Plan \$469,710 maintained
- CommunityLINK funding unchanged at \$2.2 million
- Learning Improvement Funding unchanged at \$2.4 million
- Annual Facilities Grant unchanged at \$4.4 million
- Burnaby has the 2nd lowest funding per pupil in Province

Per Student Funding



Source: Ministry of Education Factsheet
Preliminary Funding Announcements




Burnaby School District's Budgeted Sources of Revenue

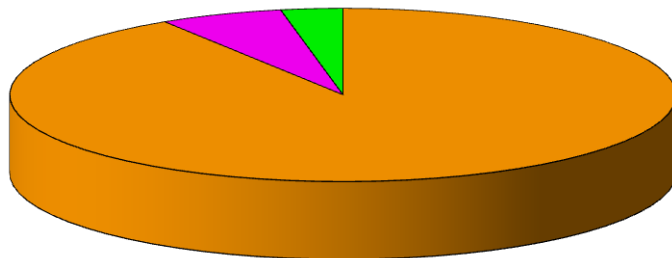


Source: 2013/14 Annual Operating budget

School District Sources of Revenue


Burnaby

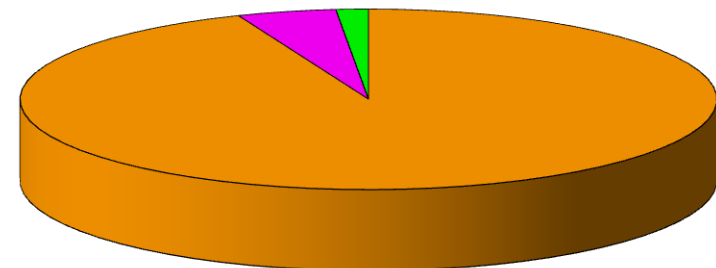
	Provincial Grants	90.5%
	Miscellaneous Revenue	7.6%
	Operating Surplus	1.9%



Source: Ministry of Education Table 2 2012/13 Annual Budgeted Sources of Operating Revenue

Provincial Average

	Provincial Grants	94.3%
	Miscellaneous Revenue	4.2%
	Operating Surplus	1.5%



Source: Ministry of Education Table 2 2012/13 Annual Budgeted Sources of Operating Revenue

School District Operating Spending

- School Districts allocate their spending between 4 key functional areas:

- Instruction



- Operating and Maintaining buildings



- District Administration







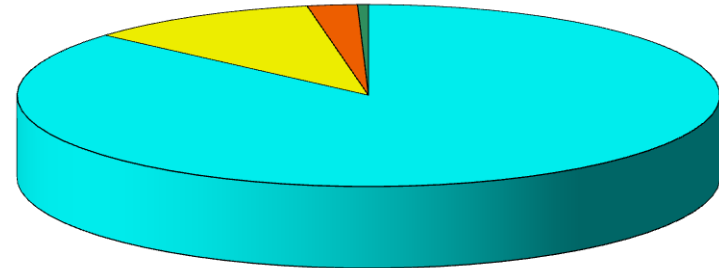
- Transportation



School District Operating Spending





Burnaby

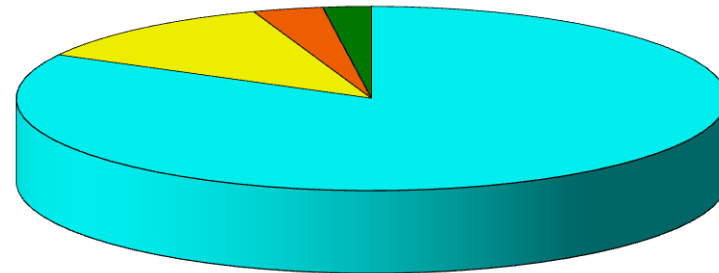
 Instruction	87.1%
 Operations & Maintenance	10.2%
 District Administration	2.3%
 Transportation	0.4%



Source: Ministry of Education Table 4 2012/13 Annual Budgeted Operating Expenditures by Function

Provincial Average

 Instruction	83.3%
 Operations & Maintenance	11.5%
 District Administration	3.2%
 Transportation	2.0%

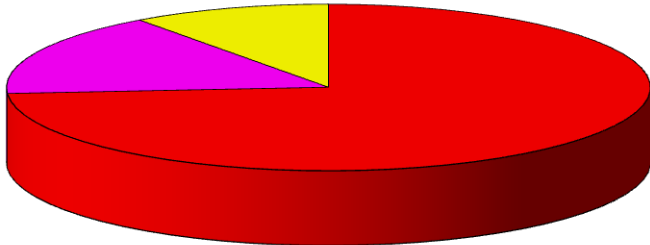


Source: Ministry of Education Table 4 2012/13 Annual Budget Operating Expenditures by Function

School District Operating Spending

Burnaby

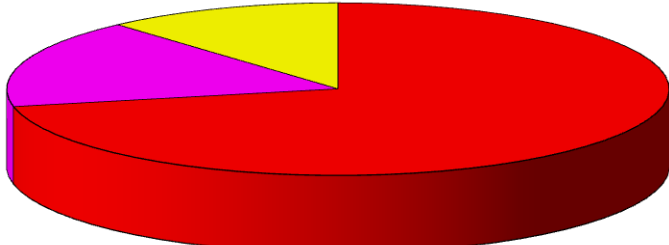
■ Salaries	73.5%
■ Employee Benefits	16.4%
■ Supplies & Services	10.1%



Source: Ministry of Education Table 5 2012/13 Annual Budgeted Operating Expenditures by Object

Provincial Average

■ Salaries	71.4%
■ Employee Benefits	17.1%
■ Supplies & Services	11.5%



Source: Ministry of Education Table 5 2012/13 Annual Budgeted Operating Expenditures by Object

Burnaby Board of Education

2013/2014 Operating Budget and Projected Three Year Operating Budget



Key Budget Timelines

March 14

- Ministry announcement of 2013/2014 preliminary operating grant

April 3

- Public Budget Meeting

April 11

- Partner Group Presentations

April 23

- Board approval of Preliminary 2013/2014 Budget

April 30

- Submission of Preliminary Budget

2013/2014 Preliminary Budget Issues/Assumptions

- Planned carry forward of projected \$4.7 Million Surplus
- Declining student enrolment of 341 FTE
- Teacher Pension Plan cost increase of 9.3% \$1.5 million
- Budget for growth in EAs greater than increased enrolment and funding
- Potential costs of salary increase for all employee groups not budgeted (cost of a 2% salary increase \$3.9 million)
- Public Sector Accounting Standards (PSAB) implications
 - Budget for all funds

2013/2014 Preliminary Budget Issues/Assumptions

- Maintain current service levels and programs
- Teacher salary increments \$700,000
- Benefits – CPP 3%, EI 3.5%, TPP 9.3%, MPP 2%, WCB 3%, MSP 4%, EHB 10%, Dental 3%, EAP 2%, Life Ins 0%
- Transition costs on reversion to PST/GST effective April 1, 2013, \$360,000
- Inflation 1.5% on Services & Supplies
- Utilities - Electricity 8%, Gas 5%, Water/Sewer 8%

Enrolment

	Projected 2012/2013 Total (FTE)	Projected 2013/2014 Total (FTE)	Projected 2014/2015 Total (FTE)	Projected 2015/2016 Total (FTE)
Elementary	13,053.0	13,053.0	13,124.0	13,122.0
Secondary	10,024.6	9,669.0	9,562.0	9,432.0
Secondary - Alternate Schools	241.0	250.0	250.0	250.0
Continuing Ed - School Age	45.8	46.0	46.0	46.0
	23,364.4	23,018.0	22,982.0	22,850.0
Distributed Learning	205.1	210.0	215.0	215.0
Total - School Age	23,569.5	23,228.0	23,197.0	23,065.0
Homeschoolers	6.0	6.0	6.0	6.0
ESL	4,658.0	4,656.0	4,761.0	4,850.0
Aboriginal Education	680.0	676.0	664.0	656.0
Special Ed - Level 1	34.0	34.0	36.0	36.0
Special Ed - Level 2	647.0	662.0	695.0	726.0
Special Ed - Level 3	142.0	113.0	97.0	82.0
Adults	568.9	511.8	511.8	511.8
Total - Unique Student Needs	6,735.9	6,658.8	6,770.8	6,867.8
Total - Summer Learning	7,700.0	7,700.0	7,700.0	7,700.0
International Education	841.0	845.0	850.0	865.0

Budget Adjustments

Ref	Description	FTE	Amount
Reductions:			
1	1.5% Inflation	-	\$ 174,000
2	GST/PST Reversion Costs	-	221,000
3	Custodial Services	1.0	83,000
4	Attendance Support	-	100,000
5	District Vice-Principal	1.0	122,000
6	Two Week Spring Break	-	250,000
7	Energy Management	-	100,000
8	Technology/Phone Services	-	100,000
9	Year End Surplus Balances	-	175,000
10	Elementary Enrolling Staff Allocations	1.0	86,000
11	Secondary Enrolling Staff Allocations	2.5	215,000
12	Secondary International Staffing Allocation	2.0	172,000
13	Careers Program Supplies and Resources	-	15,000
Total Reductions		7.5	\$ 1,813,000
Budget Additions:			
14	LGBTQ Committee Operations	-	5,000
15	Expansion of Challenge Program	1.0	86,000
16	New AP Capstone Program Start Up	-	50,000
Total Additions		1.0	141,000
Net Budget Adjustments		6.5	\$ 1,672,000

Operating Grant – 2013/2014

	2013/2014 Preliminary	2012/2013 Amended	Change
Student Base Allocation	\$ 160,052,914	\$ 159,704,106	\$ 348,808
School in the Summer / Other	2,234,207	2,233,967	240
Total Enrolment-Based Funding	162,287,121	161,938,073	349,048
ESL	6,239,040	6,241,720	(2,680)
Aboriginal Education	784,160	788,800	(4,640)
Special Ed - Level 1	1,244,400	1,244,400	-
Special Ed - Level 2	12,114,600	11,840,100	274,500
Special Ed - Level 3	1,039,600	1,306,400	(266,800)
Adult Education	574,792	697,725	(122,933)
Vulnerable Students	429,145	429,145	-
Total Unique Student Needs	22,425,737	22,548,290	(122,553)
Salary Differential	3,329,164	3,378,962	(49,798)
Unique Geographic Factors	1,144,035	1,105,630	38,405
Supplement for Enrolment Decline	385,607	112,783	272,824
Supplement for Education Plan	469,710	475,126	(5,416)
Holdback Allocation	1,000,000	2,254,608	(1,254,608)
Totals	\$ 191,041,374	\$ 191,813,472	\$ (772,098)

Other Provincial Grants

	2013/2014	2012/2013	
	Preliminary	Amended	Difference
<u>Other Ministry of Education Grants</u>			
Pay Equity	1,441,995	1,441,995	-
Education Guarantee - Graduated Adult	1,692,260	1,822,391	(130,131)
Misc. One-Time Grants	28,988	28,988	-
	3,163,243	3,293,374	(130,131)
<u>Other Provincial / Federal Grants</u>			
English Language Services for Adults	2,025,600	2,025,600	-
Other Federal Grants	14,980	14,980	-
	2,040,580	2,040,580	-

Other Fees and Revenue

	2013/2014	2012/2013	
	Preliminary	Amended	Difference
International Education	12,785,547	12,710,547	75,000
Continuing Education	1,240,700	1,240,700	-
City of Burnaby	205,000	205,000	-
ACE-IT / ICT Revenues	312,600	312,600	-
Summer Session	285,183	285,183	-
BC Hydro / Fortis BC Energy Grants	110,000	110,000	-
Miscellaneous	67,000	67,000	-
Total Other Fees & Revenue	15,006,030	14,931,030	75,000

Services and Supplies

	2013/2014	2012/2013	
	Preliminary	Amended	Difference
Services	8,342,708	8,801,648	(458,940)
Supplies	6,957,279	7,809,472	(852,193)
Utilities	3,351,944	3,162,313	189,631
Professional Development and Travel	997,373	1,038,155	(40,782)
Student Transportation	772,779	770,311	2,468
Rentals and Leases	509,704	509,704	-
Insurance	473,716	466,715	7,001
Dues and Fees	72,988	72,988	-
Total Services and Supplies	21,478,491	22,631,306	(1,152,815)

Preliminary Operating Budget

	2013/2014 Preliminary	2012/2013 Amended	Difference
Revenue:			
Operating Grant - Ministry of Ed	191,041,374	191,813,472	(772,098)
Other Ministry of Ed Grants	3,163,243	3,293,374	(130,131)
Other Provincial / Federal Grants	2,040,580	2,040,580	-
Other Fees & Revenue	15,006,030	14,931,030	75,000
Rentals & Leases	1,030,000	1,010,000	20,000
Investment Income	700,000	600,000	100,000
Total Revenue	212,981,227	213,688,456	(707,229)
Salaries:			
Teachers	107,431,383	108,099,923	(668,540)
Support Staff	31,881,655	31,519,655	362,000
Principals & Vice-Principals	8,561,330	8,574,794	(13,464)
Other Professionals	3,739,771	3,776,010	(36,239)
Substitutes	6,251,342	6,560,269	(308,927)
Total Salaries	157,865,481	158,530,651	(665,170)
Benefits	37,552,360	35,523,583	2,028,777
Services & Supplies	21,478,491	22,631,306	(1,152,815)
Total Expenses	216,896,332	216,685,540	210,792
Operating (Deficit) for Year	(3,915,105)	(2,997,084)	(918,021)
Local Capital	(742,000)	(1,412,779)	670,779
Net (Shortfall) for Year	(4,657,105)	(4,409,863)	(247,242)

Three Year Budget

	2013/2014	2014/2015	2015/2016
Revenue			
Ministry Operating Grant	191,041,374	191,086,408	190,078,348
Other Ministry Grants	3,163,243	3,163,243	3,163,243
Other Provincial / Federal Grants	2,040,580	2,040,580	2,040,580
Other Fees and Revenue	16,736,030	16,831,030	17,081,030
Total Revenue	212,981,227	213,121,261	212,363,201
Expenses:			
Salaries	157,865,481	158,821,255	159,452,705
Benefits	37,552,360	38,190,677	38,799,205
Services and Supplies	21,478,491	22,074,403	22,723,146
Total Expenses	216,896,332	219,086,335	220,975,056
Local Capital	(742,000)	(742,000)	(742,000)
Net (Shortfall) for the Year	(4,657,105)	(6,707,074)	(9,353,855)

Three Year Fund Balance

	2013/2014	2014/2015	2015/2016
Fund Balance Beginning of Year	4,657,105	-	-
Current Year (Shortfall)	(4,657,105)	(6,707,074)	(9,353,855)
Fund Balance prior to Adjustments	-	(6,707,074)	(9,353,855)
Proposed Budget Adjustments - 2014/15		(6,707,074)	(6,707,074)
Proposed Budget Adjustments - 2015/16			(2,646,781)
Fund Balance End of Year	-	-	-

PSAB Budget Reporting Implications

Annual budget bylaw approved by the Board will include the annual budgeted revenues and expenses for operating, special purpose and capital funds

- **Special Purpose Fund budgets include the following programs:**
 - School Generated Funds
 - Annual Facility Grant
 - Learning Improvement Fund
 - Provincial Resource Programs – Fraser Park / Maples, BC Provincial School for the Deaf, Oral and Outreach programs
 - CommunityLINK, Children, Youth and Family Programs
 - Refugee and Settlement Services Programs
 - District Scholarship fund

- **Capital Funds budget include the following:**
 - Net budget changes to Invested in Capital Assets
 - Net budget changes to Local Capital

Thank You!